LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

LS 7811 NOTE PREPARED: Feb 23, 2007 **BILL NUMBER:** HB 1489 **BILL AMENDED:** Feb 23, 2007

SUBJECT: Cancellation of Nonpermanent Teacher Contracts.

FIRST AUTHOR: Rep. Cheney

BILL STATUS: 2nd Reading - 1st House

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill allows a nonpermanent teacher ten days to request a conference with the governing body after receiving a notice of nonrenewal of the teacher's contract. It specifies that, if the nonrenewal of the teacher's contract is not due to a reduction in force, the notice of nonrenewal must inform the teacher that the teacher may request a conference within 10 days of receipt of the notice. The bill provides that the governing body may not take action concerning the nonrenewal of the teacher's contract until after the ten day period has ended.

Effective Date: July 1, 2007.

Explanation of State Expenditures:

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> The impact would depend of the number of conferences nonpermanent teachers might request after receiving a notice of nonrenewal. The conference would probably require time of school officials but not increase actual school expenditures.

Background: The following chart shows the number of teachers employed by a corporation for the 2005 school year but for not the 2006 school year. The reason for the departure is unknown.

HB 1489+ 1

Years of Experience	Number of teachers
0	599
1	455
2	402
3	315
4	310
5	286
6	233
7	176
8	169
9	142
10	135
11	111

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local schools.

Information Sources: Department of education databases.

Fiscal Analyst: Chuck Mayfield, 317-232-4825.

HB 1489+ 2